

To: The B4Ukraine Coalition

By Email to: contact@b4ukraine.org

20 April 2023

RE: Your letter enquiring about Infineum's business operations in Russia

I refer to your letter of 31 March 2023 (attached) requesting information regarding Infineum's business operations in Russia. In response to your letter, I can confirm on behalf of Infineum that, shortly after the outbreak of the war in Ukraine, Infineum ceased its sales, marketing activities and technology investments in Russia.

Infineum takes its compliance obligations under applicable sanctions laws very seriously and accordingly, has implemented robust measures aimed at ceasing the sale and supply of Infineum products to, or for use in, Russia.

Yours faithfully

Trevor Russell

Chief Executive Officer



Trevor Russell
Chief Executive Officer
Infineum International Ltd.
Milton Hill Business and Technology Centre P.O. Box 1
Abingdon
Oxfordshire OX13 6BB*
United Kingdom

CC: Infineum's Executive Team and Board of Directors

March 31, 2023

RE: Infineum International Ltd.'s business operations in Russia

Dear Mr. Russell,

We write to you as <u>B4Ukraine</u>, a coalition of Ukrainian and international civil society organizations working to curtail the financial resources enabling the Russian invasion of Ukraine. In the spirit of respect for the fundamental rights of all people, the rules-based international order, and a prosperous global economy, we expect companies to demonstrate public support for the people, democracy, and territorial integrity of Ukraine, opposition to Russia's war of aggression, and alignment with the UN Guiding Principles on Business and Human Rights (UNGPs).

We understand that, after April 2022, Infineum International Ltd (Infineum) has stopped the direct shipments of its products into Russia, including emulsifiers, small engine oils, transmission fluids, gas engine and heavy-duty engine oils, marine oils, viscosity modifiers, and component and pour point depressants. However, the company has not issued any statement regarding its operations with Russia nor their potential termination. We would therefore appreciate a clarification and a confirmation from the company on whether it has stopped all exports to Russia. As you understand, additives are critical to manufacturing machine oil used in the majority of engines and is a product that Russia does not produce, and therefore relies on imports from companies as your own.

Research shows that, while Infineum curtailed its direct shipments to Russia, some imports of its products continue via 'parallel' routes, largely by importers from China and the UAE.¹ We therefore request a dialog regarding Infineum's efforts, policies, and measures taken to prevent the indirect shipments and parallel imports of its oil additives into Russia.

It has been over one year since Russia invaded Ukraine and the devastating impacts continue to shock the global conscience and shake the global economy. Russia is violating international humanitarian law (IHL), including war crimes and crimes against humanity, through attacks on civilians and civilian infrastructure (e.g., mass executions, sexual violence, torture, forcible transfer of civilians). More than 22,000 Ukrainian civilians have been killed and injured and millions more

¹ Squeezing Putin, "Oil Additives Exports into Russia," March 27, 2023, https://squeezingputin.com/support.html#OilAdditives27Mar23 (accessed March 29, 2023); Customs data available to the B4Ukraine Coalition.

have been forced to flee their homes, creating one of the largest humanitarian and refugee crises of modern times.

Any continuation of shipments to Russia risks enabling and financing Russia's violations of IHL and human rights law during the ongoing invasion and occupation of Ukraine and violating Infineum's human rights commitments.

We seek to understand the status of Infineum's exposure to Russia and how the company has conducted and continues to conduct heightened human rights due diligence, per its stated policy and the UNGPs concerning due diligence in conflict-affected areas, and how the findings of such a process has resulted in these continued business activities and relationships. As noted by the UNGPs:

...the more severe the abuse, the more quickly the enterprise will need to see change before it takes a decision on whether it should end the relationship. In any case, for as long as the abuse continues and the enterprise remains in the relationship, it should be able to demonstrate its own ongoing efforts to mitigate the impact and be prepared to accept any consequences – reputational, financial or legal – of the continuing connection.

In consideration of the above points and B4Ukraine's <u>Declaration</u>, we request an urgent dialogue with Infineum's relevant senior management and staff to discuss the company's ongoing activities and relationships in Russia, associated risks to the people of Ukraine and the company, and potential steps to prevent/mitigate these risks. Please contact B4Ukraine at <u>contact@b4ukraine.org</u> to schedule a call. We kindly ask for your response by 5:00pm CET, April 14th, 2023.

Sincerely,

The B4Ukraine Coalition